House Bill 318

By: Representatives Graves of the 137th and Burkhalter of the 50th

A BILL TO BE ENTITLED AN ACT

1 To amend Chapter 4B of Title 43 of the Official Code of Georgia Annotated, relating to the

- 2 Georgia Athletic and Entertainment Commission and ticket brokers, so as to change the
- 3 definition of a ticket broker; to change the provisions relating to requirements for engaging
- 4 in the practice or business of a ticket broker; to change the provisions relating to ticket sales,
- 5 disclosure requirements, resale restrictions, and refunds; to provide that a ticket broker and
- 6 its employees, agents, and assigns are criminally prohibited from reselling or offering for
- 7 resale any ticket within a certain distance from the venue where an event or contest is to be
- 8 held or is being held; to change the provisions relating to advertising; to repeal certain
- 9 provisions relating to county and municipal ordinances; to repeal conflicting laws; and for
- 10 other purposes.

11

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

12 SECTION 1.

- 13 Chapter 4B of Title 43 of the Official Code of Georgia Annotated, relating to the Georgia
- 14 Athletic and Entertainment Commission and ticket brokers, is amended by striking paragraph
- 15 (19) of Code Section 43-4B-1, relating to definitions, and inserting in its place the following:
- 16 "(19) 'Ticket broker' means:
- 17 (A) Any any person who is involved in the business of reselling tickets of admission
- to athletic contests, concerts, theater performances, amusements, exhibitions, or other
- entertainment events held in this state to which the general public is admitted and who
- charges a premium in excess of the price of the ticket; or.
- 21 (B) Any person who has a permanent office or place of business in this state who is
- 22 involved in the business of reselling tickets of admission to athletic contests, concerts,
- 23 theater performances, amusements, exhibitions, or other entertainment events held
- 24 inside or outside this state to which the general public is admitted and who charges a
- 25 premium in excess of the price of the ticket.

1 The term ticket broker shall not include the owner, operator, lessee, or tenant of the

- 2 property in which an athletic contest or entertainment event is being held or the sponsor
- of such a contest or event or the authorized ticket agent of such persons."

4 SECTION 2.

- 5 Said chapter is further amended by striking Code Section 43-4B-26, relating to requirements
- 6 for ticket brokers, and inserting in its place the following:
- 7 "43-4B-26.
- 8 In order to engage in the practice or business of a ticket broker a person shall be required
- 9 to:
- 10 (1) Maintain a permanent office or place of business in this state, excluding a post office
- box, for the purpose of engaging in the business of a ticket broker;
- 12 $\frac{(1)(2)}{(2)}$ Apply to the commission for a ticket broker's license on a form designated by the
- commission, pay an annual license fee of \$500.00 \$400.00, and renew the license
- annually;
- 15 (2)(3) Pay any local tax required by a local government; and
- 16 (3)(4) Register for sales and use tax purposes pursuant to Article 1 of Chapter 8 of Title
- 17 48; and
- 18 (5) Provide satisfactory evidence to the commission that the ticket broker has posted or
- has made provision for the posting of a bond. The required bond shall be executed in
- 20 <u>favor of the state, in the amount of \$100,000.00, with a surety company authorized to do</u>
- 21 <u>business in this state and conditioned to pay damages not to exceed the amount of such</u>
- bond to any person aggrieved by any act of the principal named in such bond, which act
- is in violation of this Code section."

24 SECTION 3.

- 25 Said chapter is further amended by striking Code Section 43-4B-28, relating to ticket sales,
- 26 disclosure requirements, resale restrictions, and refunds, and inserting in its place the
- 27 following:
- 28 "43-4B-28.
- 29 (a) The ticket broker shall be required to:
- 30 (1) Disclose Post at its established place of business the terms of the purchaser's right
- 31 to cancel the purchase of a ticket from a ticket broker;
- 32 (2) Disclose to the purchaser the refund policy of the ticket broker should an athletic
- contest or entertainment event be canceled; and
- 34 (3) Disclose to the purchaser in writing the difference between the face value of the
- 35 ticket and the amount which the ticket broker is charging for such ticket; and

1 (4) Sell tickets only at its permanent office or place of business; provided, however, that

- 2 <u>delivery of one or more tickets after the transaction is completed to a place other than the</u>
- 3 <u>ticket broker's office or place of business shall not violate this paragraph.</u>
- 4 (b)(1) A ticket broker shall be prohibited from employing any agent or employee for the
- 5 purpose of making future purchases of tickets from the owner, operator, lessee, or tenant
- of the property on which an athletic contest or entertainment event is to be held.
- 7 (2) Each ticket broker, including any affiliated group of ticket brokers, shall be
- 8 prohibited from acquiring and reselling in excess of 1 percent of the total tickets allocated
- 9 for any contest or event.
- 10 (3) Unless otherwise provided in a written agreement between a ticket broker and the
- purchaser, a ticket broker shall be required to refund any payment received for the
- purchase of a ticket under this article if the purchaser returns the ticket and requests a
- cancellation of the sale thereof within 36 hours from the time of purchase of the ticket
- and if such return is made more than 72 hours preceding the athletic contest or
- 15 entertainment event.
- 16 (4) A ticket broker shall be required to refund any payment received for the purchase of
- a ticket under this article if the athletic contest or entertainment event is canceled and not
- rescheduled.
- 19 (5) If a ticket broker guarantees in writing delivery of a ticket or tickets to an athletic
- 20 contest or entertainment event as provided under this article to a purchaser and fails to
- 21 complete such delivery, the ticket broker shall be required to provide within 15 days a full
- refund of any amount paid by the purchaser and, in addition, shall pay the purchaser a
- refund fee of three times the amount paid by the purchaser for each such ticket.
- 24 (c) A ticket broker and its employees, agents, and assigns are criminally prohibited from
- reselling or offering for resale any ticket within $\frac{1,500}{2,700}$ feet from the venue where an
- event or contest is to be held or is being held.
- 27 (d) Any ticket broker offering to resell tickets to an athletic contest or entertainment event
- 28 through any printed, broadcast, or Internet advertising shall include in such advertising the
- 29 license number of such ticket broker offering such tickets for resale."
- 30 SECTION 4.
- 31 Said chapter is further amended by striking Code Section 43-4B-30, relating to county and
- 32 municipal ordinances, and inserting in its place the following:
- 33 "43-4B-30.
- 34 (a) With regard to any single athletic contest or entertainment event which occurs no more
- often than once annually and with regard to any series of athletic contests which occur no
- more often than once annually and which occur within a time period not exceeding ten

days, the municipal corporation in which such contest, event, or series of contests is to be

- 2 held, or if the contest, event, or series of contests is to be held in an unincorporated area,
- 3 the county of such unincorporated area, is authorized to enact by ordinance regulations
- 4 governing ticket brokers for such contest, event, or series of contests which are more
- 5 restrictive than the provisions of this article.
- 6 (b) The municipal corporation in which an athletic contest or entertainment event is to be
- 7 held, or if the contest or entertainment event is to be held in an unincorporated area, the
- 8 county of such unincorporated area, is authorized to enact an ordinance prohibiting the
- 9 resale or offering for resale of one or more tickets by a ticket broker or by a person who is
- the original purchaser for personal use of one or more tickets within 2,700 feet of a venue
- which seats or admits 15,000 or more persons.
- 12 (c)(1) Municipal corporations and counties in this state are authorized to enact an
- ordinance requiring an individual reselling tickets or offering tickets for resale in such
- municipal corporations or in the unincorporated area of such counties to obtain a permit
- 15 from the municipal corporation or county for such activity if the individual:
- 16 (A) Engages in reselling tickets or offering tickets for resale in or on the streets,
- 17 sidewalks, or other places owned or operated by such municipal corporation or county
- and open to the public regardless of whether such individual maintains a permanent
- office or place of business for reselling tickets or offering tickets for resale in this state;
- 20 or
- 21 (B) Does not maintain a permanent office or place of business in this state.
- 22 (2) A municipality or county may charge a fee for such permit not to exceed \$150.00.
- 23 (3) In order to obtain a permit, individuals first must provide proof of licensing under
- 24 Code Section 43-4B-26 to the municipality or county issuing such permits.
- 25 (4) The provisions of this Code section shall not apply to an original purchaser for
- 26 personal use.
- 27 (5) The provisions of this Code section shall not apply to the delivery of one or more
- 28 tickets after a sales transaction is completed at a ticket broker's permanent office or place
- 29 of business in this state."

30 **SECTION 5.**

31 All laws and parts of laws in conflict with this Act are repealed.